

Charity registration number 228129

Company registration number 00750390 (England and Wales)

HEWER-WHITE TRUST
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

HEWER-WHITE TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	J H Allen J L Allen C L Smith A Woolger K Bezan M W Evans
Secretary	G K Papp
Charity number (England and Wales)	228129
Company number	00750390
Registered office	Moor Park 21-23 Heath Road Stockport Cheshire SK2 6JJ
Auditor	Xeinadin Audit Limited Riverside House, Kings Reach Business Park Yew Street Stockport Cheshire United Kingdom SK4 2HD

HEWER-WHITE TRUST

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HEWER-WHITE TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2024

The trustees present their annual report and financial statements for the year ended 31 March 2024.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the trust's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

The primary objective is to assist individuals and families in need with suitable accommodation. The Trust owns and administers charitable sheltered accommodation in Stockport and Sheffield, which is occupied by individuals over the age of 55. The Trust also owns four bungalows which are adapted to assist families with disabled children, with a further bungalow due to be acquired.

We estimate that the Trust generated charitable benefit to the estimated value of £440,337.

The Trust has a robust rolling five year strategy in place to ensure the objects are met and the Trust adapts to change, manages the funds and spend effectively and remains compliant with the Charity Commission.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the trust should undertake.

Achievements and performance

The results for the period are set out on pages 8 to 26. The Trust has continued to maintain, refurbish and modernise its industrial and charitable properties to further its objectives.

Charitable properties - currently, 13 flats are let at Moor Park, with one ground floor flat due to be let to a wheelchair user. A buyer has been sought for the Sheffield property and the Trust will look to reinvest the proceeds in line with the Trust's objectives.

Grants – Grants continue to be provided to those who meet the Trust's objects.

We hold investment properties which generate funds for charitable purposes. Their performance during the year are as follows:

- Hollands Mill Land and Hewer-White Trading Estate - three tenancies are in place with all land and units currently let, one of which is a large local charity and another is an NHS facility.
- Meadow Industrial Estate - all but two units are currently under lease. The two vacant units are undergoing refurbishment.

Financial review

The Trust's reserves remain adequate.

General Policies

The policies of the Trustees are to ensure that the Trust operates in accordance with the rules laid down in its Memorandum and Articles of Association. More particularly the Trustees' aims are: -

1. To optimise the charitable benefit provided in accordance with the Trust's Objects from the resources available
2. To prudently manage the Trust's resources to ensure that the Trust can honour its charitable commitments for the foreseeable future
3. To ensure that the accommodation and premises provided by the Trust to beneficiaries are maintained to a high standard.

HEWER-WHITE TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

Reserves Policy

Subject to everyday current requirements, all monies held at the bank or with the Charities Official Investment Fund are available for charitable purposes in accordance with the objects and policies of the Trust. The Trustees will ensure that the projects outlined above will not stretch the Trust's resources beyond an acceptable level bearing in mind the major risks identified below. The reserve balance at the end of year is £15,679,245.

Investment Policy

The Trust's investments are its properties and its current asset investments. The Trust has refreshed its Treasury Policy and moved all reserves to the COIF fund.

The trustees have assessed the major risks to which the trust is exposed and are satisfied that systems are in place to mitigate exposure to the major risks.

Future Plans:

After evaluating the key risks to which the reserves are exposed, Hewer-White Trust will conduct a comprehensive review and thorough due diligence of cash deposit platforms. The aim is to enhance the protection of funds by diversifying reserves and leveraging the safeguards provided by the Financial Services Compensation Scheme (FSCS).

Grant Making Policy

The Trust makes grants by the provision of charitable accommodation as set out in its objectives. The Trust also makes grants to individuals and other charities and organisations who satisfy the criteria of need expressed in the objects of the Trust.

Risk Management

The Trustees have identified and actively review the major risks to which the charity is exposed as follows: -

- a) Loss of income and bad debts from tenants.
 - b) Costs of major repairs and refurbishment of the company's properties.
 - c) Major incident at one of the properties, mitigated by insurance.
 - d) Changes in legislation applicable to the Trusts objects.
 - e) Fluctuations in market value of the current asset investments.
- In each case, steps have been taken to mitigate those risks, where possible

Structure, governance and management

The Trust was incorporated on 15th February 1963 as a company limited by guarantee at the instigation of Mr. and Mrs. B.S. White (the Founders). The company is governed by its Memorandum and Articles of Association.

Other detailed information as required by SORP is shown on page 1 of the financial statements.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

J H Allen
J L Allen
C L Smith
A Woolger
P J Hale
K Bezan
M W Evans

(Resigned 13 July 2023)

HEWER-WHITE TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

Trustees shall number not less than two or more than twelve. Each Trustee shall also be a member of the company. Additional Trustees may be appointed by an ordinary resolution of the company from time to time. The Trust has a system of rotation, whereby each Trustee is elected for between one and three years, after which, if eligible, they can be re-elected.

At the 2023 AGM held on the 9th November 2023, Mrs. C Smith and Mrs. A Woolger retired from the board and offered themselves for re-election.

Organisational Structure

The Trust is administered by its Trustees and Executive Officer. The administrative headquarters and the Executive Officer are based in serviced offices in Greater Manchester. The Trustees meet regularly to review the financial position and the management of the company's properties, including new purchases, major refurbishments and disposals and to discuss future projects. Day-to-day charitable work and property management is delegated to the Executive Officer and her staff.

Trustee Induction and Training

New trustees are appointed to the Board who have the necessary skills and knowledge to enable them to benefit the Trust as a whole. They are briefed on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association, the committee and decision-making processes, the business plan and the recent financial performance of the charity. They are encouraged to meet key employees and attend appropriate external training events which will facilitate the undertaking of their role.

Auditor

In accordance with the company's articles, a resolution proposing that Xeinadin Audit Limited be reappointed as auditor of the company will be put at a General Meeting.

Disclosure of information to auditor

The Trustees have confirmed to the auditor that there is a value at risk to the sum of £1.3m following a regulatory incident realised in 2022 whereby HWT is in breach of FSMA 2000, following the merger with the Marshall Grant Trust in July 2000. A serious incident report was issued to the Charity Commission in June 2022. The Trust continues to work towards resolving the matter with the support of appropriate legal and financial advisors.

Each of the trustees has confirmed that there is no other information of which they are aware which is relevant to the audit but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

The trustees' report was approved by the Board of Trustees.


John Allen (Dec 18, 2024 16:23 GMT)

J H Allen


Ann Woolger (Dec 18, 2024 16:15 GMT)

A Woolger

Date: Dec 18, 2024

HEWER-WHITE TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2024

The trustees, who are also the directors of Hewer-White Trust for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the trust and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the trust will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the trust and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

HEWER-WHITE TRUST

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF HEWER-WHITE TRUST

Opinion

We have audited the financial statements of Hewer-White Trust (the 'trust') for the year ended 31 March 2024 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2024 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the trust in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the trust's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the trustees' Report, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

HEWER-WHITE TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF HEWER-WHITE TRUST

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the trust and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report. We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the trust for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the trust's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below :

We gained an understanding of the legal and regulatory framework applicable to the Trust and the charitable sector in which it operates, and considered the risk of acts by the Trust that were contrary to applicable laws and regulations, including fraud. We designed audit procedures to respond to the risk, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

We focussed on laws and regulations which could give rise to a material misstatement in the financial statements, including, but not limited to, the Companies Act 2016 and UK Charity legislation. Our tests included agreeing the financial statement disclosures to underlying supporting documentation, enquiries with management and enquiries of legal professionals. There are inherent limitations in the audit procedures described above and, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. We did not identify any key audit matters relating to irregularities, including fraud. As in all our audits, we also addressed the risk of management override of internal controls, including testing journals and evaluating whether there was evidence of bias by the directors that represented a risk of material misstatement due to fraud.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

HEWER-WHITE TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF HEWER-WHITE TRUST

Use of our report

This report is made solely to the company's members, as a body, in accordance with section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

S Leitch-Devlin

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Simon Leitch-Devlin (ACA) (Senior Statutory Auditor)
for and on behalf of Xeinaidin Audit Limited

Chartered Accountants

Statutory Auditor

Riverside House, Kings Reach Business Park
Stockport
Cheshire
United Kingdom
SK4 2HD

20/12/2024

HEWER-WHITE TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2024

	Notes	Unrestricted funds	Restricted funds	Endowment funds	Total Unrestricted funds	Restricted funds	Endowment funds	Total
		2024	2024	2024	2024	2024	2024	2024
		£	£	£	£	£	£	£
Income and endowments from:								
Donations and legacies	3	-	-	-	-	-	-	2,750
Charitable activities	4	156,167	-	-	156,167	-	-	206,879
Investments	5	689,735	16,908	-	706,643	26,320	-	762,342
Other income	6	8,273	-	-	8,273	-	-	17,124
Total income		854,175	16,908	-	871,083	26,320	-	989,095
Expenditure on:								
Raising funds	7	99,259	6,525	-	105,784	9,658	-	65,539
Charitable activities								
Running & maintaining UK charitable properties	8	441,037	16,475	-	457,512	413,287	-	899,001
Depreciation and impairment	8	98,658	27,065	-	125,723	33,833	-	120,676
Donations and grants payable		49,336	-	-	49,336	-	-	55,266
Total charitable expenditure		589,031	43,540	-	632,571	447,120	-	1,074,943
Other	13	8,665	-	-	8,665	-	-	-
Total expenditure		696,955	50,065	-	747,020	456,778	-	1,140,482
Net gains/(losses) on investments	14	2,275,347	31,421	-	2,306,768	(56,495)	-	(148,091)
Net incoming/(outgoing) resources		2,432,567	(1,736)	-	2,430,831	(486,953)	-	(299,478)

HEWER-WHITE TRUST

STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2024

	Unrestricted funds 2024	Restricted funds 2024	Endowment funds 2024	Total Unrestricted funds As restated 2024	Restricted funds 2023	Endowment funds 2023	Total As restated 2023
Net incoming/(outgoing) resources	2,432,567	(1,736)	-	2,430,831	(486,953)	-	(299,478)
Other recognised gains and losses							
Revaluation of tangible fixed assets	1,510,783	-	-	1,510,783	-	-	(200,691)
Net movement in funds	3,943,350	(1,736)	-	3,941,614	(486,953)	-	(500,169)
Fund balances at 1 April 2023	9,349,529	2,284,013	104,089	11,737,631	2,770,966	104,089	12,237,800
Fund balances at 31 March 2024	13,292,879	2,282,277	104,089	15,679,245	2,284,013	104,089	11,737,631

The statement of financial activities includes all gains and losses recognised in the year.

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

HEWER-WHITE TRUST


BALANCE SHEET

AS AT 31 MARCH 2024

		2024		2023 as restated	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	17		4,919,822		3,597,970
Investment properties	18		6,684,200		4,440,200
			<u>11,604,022</u>		<u>8,038,170</u>
Current assets					
Debtors	19	249,102		251,174	
Investments	20	3,199,205		3,032,060	
Cash at bank and in hand		665,116		461,121	
		<u>4,113,423</u>		<u>3,744,355</u>	
Creditors: amounts falling due within one year	21	(38,200)		(44,894)	
Net current assets			<u>4,075,223</u>		<u>3,699,461</u>
Total assets less current liabilities			<u>15,679,245</u>		<u>11,737,631</u>
Capital funds					
Endowment funds - general	22		104,089		104,089
Income funds					
Restricted funds	23		2,282,277		2,284,013
<u>Unrestricted funds</u>					
General unrestricted funds		8,719,936		6,287,369	
Revaluation reserve		4,572,943		3,062,160	
			<u>13,292,879</u>		<u>9,349,529</u>
			<u>15,679,245</u>		<u>11,737,631</u>

The financial statements were approved by the Trustees on Dec 18, 2024


J H Allen (Dec 18, 2024 16:21 GMT)
 J H Allen
 Trustee


A Woolger (Dec 18, 2024 16:15 GMT)
 A Woolger
 Trustee

Company registration number 00750390

HEWER-WHITE TRUST

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2024

		2024		2023 as restated	
	Notes	£	£	£	£
Cash flows from operating activities					
Cash absorbed by operations	30		(452,528)		(483,028)
Investing activities					
Purchase of tangible fixed assets		(194,203)		(95,175)	
Proceeds from disposal of tangible fixed assets		248,460		7,002	
Purchase of other investments		(1,778,330)		(246,337)	
Proceeds from disposal of investments		1,673,953		234,598	
Investment income received		706,643		762,342	
Net cash generated from investing activities			656,523		662,430
Net cash used in financing activities			-		-
Net increase in cash and cash equivalents			203,995		179,402
Cash and cash equivalents at beginning of year			461,121		281,719
Cash and cash equivalents at end of year			665,116		461,121

HEWER-WHITE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2024

1 Accounting policies

Charity information

Hewer-White Trust is a private company limited by guarantee incorporated in England and Wales. The registered office is Moor Park, 21-23 Heath Road, Stockport, Cheshire, SK2 6JJ.

1.1 Accounting convention

The financial statements have been prepared in accordance with the trust's governing document, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The trust is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the trust. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

Last years (2023) accounting period was for 15 months. The current years (2024) accounts have changed to 12 months.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the trust has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the trust.

1.4 Income

Income is recognised when the trust is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the trust has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the trust has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Incoming resources are the rent and service charges receivable from UK fixed asset investments and letting of charitable investment properties. All income is accounted for on a receivable basis.

HEWER-WHITE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Expenditure is recognised on an accruals basis as a liability is incurred, other than grants, which are accounted for when paid. Expenditure includes any VAT which cannot be fully recovered and is reported as part of the expenditure to which it relates.

- Costs of generating funds include both direct and support costs associated with running and maintaining of UK fixed asset investment properties.
- Charitable expenditure comprises both direct and support costs incurred in running and maintaining UK charitable properties.
- Governance costs includes those costs associated with meeting the constitutional and statutory requirements of the charity and includes both costs that can be allocated directly to such activity, such as audit and professional fees, and those costs of an indirect nature necessary for the strategic management of the charity.
- All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the reserves. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis, such as staff time or estimated usage, as set out in Note 2.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	2% straight line
Fixtures and fittings	20% Straight line
Motor vehicles	25% Straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

Freehold properties are formally revalued every ten years by an Independent Chartered Surveyor, with interim valuations conducted by the Directors using Zoopla every 5 years.

Social investment properties are not revalued because of the uncertainty of any valuation above the current carrying value due to the incident discussed on page 3 in the Trustees' Report.

1.7 Investment property

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in profit or loss.

HEWER-WHITE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

1 Accounting policies

(Continued)

Investment properties are formally revalued every five years by an Independent Chartered Surveyor, with interim valuations conducted by the Directors using Zoopla every year.

1.8 Impairment of fixed assets

At each reporting end date, the trust reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Financial instruments

The trust has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the trust's balance sheet when the trust becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the trust's contractual obligations expire or are discharged or cancelled.

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the trust is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

HEWER-WHITE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

2 Critical accounting estimates and judgements

In the application of the trust's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Income from donations and legacies

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Donations and gifts	-	2,750

4 Charitable activities

	Income within charitable activities included rent received from the UK charitable properties. 2024 £	Income within charitable activities included rent received from the UK charitable properties. 2023 £
Income within charitable activities	156,167	206,879

HEWER-WHITE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

5	Investments	Unrestricted funds general 2024 £	Restricted funds 2024 £	Total 2024 £	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
	Rental income	573,569	5,886	579,455	678,627	11,280	689,907
	Income from listed investments	21,932	11,022	32,954	28,208	15,040	43,248
	Interest receivable	94,234	-	94,234	29,187	-	29,187
		<u>689,735</u>	<u>16,908</u>	<u>706,643</u>	<u>736,022</u>	<u>26,320</u>	<u>762,342</u>

HEWER-WHITE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

6 Other income

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Net gain on disposal of tangible fixed assets	-	5,934
Other income	8,273	11,190
	<u>8,273</u>	<u>17,124</u>

7 Expenditure on raising funds

	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
Costs incurred on running and maintaining UK investment properties						
Depreciation and impairment	286	-	286	-	-	-
Share of support costs	87,368	-	87,368	52,542	-	52,542
	<u>87,654</u>	<u>-</u>	<u>87,654</u>	<u>52,542</u>	<u>-</u>	<u>52,542</u>
Investment management	11,605	6,525	18,130	3,339	9,658	12,997
Total costs	<u>99,259</u>	<u>6,525</u>	<u>105,784</u>	<u>55,881</u>	<u>9,658</u>	<u>65,539</u>

HEWER-WHITE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

8 Charitable activities

	Running & Depreciation and maintaining UK charitable properties 2024 £	impairment 2024 £	Total 2024 £	Running & Depreciation and maintaining UK charitable properties 2023 £	impairment 2023 £	Total 2023 £
Depreciation and impairment	-	125,723	125,723	394,907	120,676	515,583
Legal and professional fees	19,982	-	19,982	19,790	-	19,790
Donations and grants payable	49,336	-	49,336	55,266	-	55,266
Direct costs	123,647	-	123,647	111,163	-	111,163
	<u>192,965</u>	<u>125,723</u>	<u>321,306</u>	<u>578,508</u>	<u>120,676</u>	<u>701,802</u>
Share of support costs	291,843	-	291,843	364,481	-	364,481
Governance costs	22,040	-	22,040	8,660	-	8,660
	<u>506,848</u>	<u>125,723</u>	<u>632,571</u>	<u>954,267</u>	<u>120,676</u>	<u>1,074,943</u>
Analysis by fund						
Unrestricted funds general	490,373	98,658	589,031	540,980	86,843	627,823
Restricted funds	16,475	27,065	43,540	413,287	33,833	447,120
	<u>506,848</u>	<u>125,723</u>	<u>632,571</u>	<u>954,267</u>	<u>120,676</u>	<u>1,074,943</u>

9 Net movement in funds

	2024 £	2023 £
The net movement in funds is stated after charging/(crediting):		
Depreciation of owned tangible fixed assets	126,009	120,677
Impairment of owned tangible fixed assets	-	394,907
Loss/(profit) on disposal of tangible fixed assets	8,665	(5,934)
	<u>134,684</u>	<u>509,650</u>

10 Auditor's remuneration

	2024 £	2023 £
Fees payable to the charity's auditor and associates:		
For audit services		
Audit of the financial statements of the charity	9,850	8,575
	<u>9,850</u>	<u>8,575</u>

HEWER-WHITE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

11 Trustees

No remuneration was paid to Trustees during the year (2023 - £Nil).

Expenses were paid to 3 Trustees during the year totalling £1,517 (2023- £1,821)

12 Employees

The average monthly number of employees during the year was:

	2024 Number	2023 Number
Office and management	2	2
Operational	1	1
Total	3	3

Employment costs

	2024 £	2023 £
Wages and salaries	198,992	252,428

The number of employees whose annual remuneration was more than £60,000 is as follows:

	2024 Number	2023 Number
£60,000 - £70,000	1	-
£70,000 - £80,000	1	1

Contributions totalling £12,449 (15 months to 2022: £13,519) were made to defined contribution pension schemes on behalf of employees.

13 Other expenditure

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Net loss on disposal of tangible fixed assets	8,665	-

HEWER-WHITE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

14 Gains and losses on investments

	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
Gains/(losses) arising on:						
Revaluation of investments	-	-	-	(64,919)	(52,837)	(117,756)
Sale of investments	31,347	31,421	62,768	(26,677)	(3,658)	(30,335)
Revaluation of investment properties	2,244,000	-	2,244,000	-	-	-
	<u>2,275,347</u>	<u>31,421</u>	<u>2,306,768</u>	<u>(91,596)</u>	<u>(56,495)</u>	<u>(148,091)</u>

15 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

16 Impairments

Impairment tests have been carried out where appropriate and the following impairment losses have been recognised in profit or loss:

	2024 £	2023 £
In respect of:		
Property, plant and equipment	<u>-</u>	<u>394,907</u>

Following a recoverability review, the carrying value of certain freehold properties have been impaired to their estimated recoverable value.

HEWER-WHITE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

17 Tangible fixed assets

	Freehold land and buildings £	Fixtures and fittings £	Motor vehicles £	Total £
Cost				
At 1 April 2023	4,935,803	2,447	32,940	4,971,190
Additions	189,515	4,688	-	194,203
Disposals	(275,000)	-	-	(275,000)
Revaluation	1,510,783	-	-	1,510,783
At 31 March 2024	6,361,101	7,135	32,940	6,401,176
Depreciation and impairment				
At 1 April 2023	1,364,898	87	8,235	1,373,220
Depreciation charged in the year	116,541	1,233	8,235	126,009
Eliminated in respect of disposals	(17,875)	-	-	(17,875)
At 31 March 2024	1,463,564	1,320	16,470	1,481,354
Carrying amount				
At 31 March 2024	4,897,537	5,815	16,470	4,919,822
At 31 March 2023	3,570,905	2,360	24,705	3,597,970

The carrying value of land and buildings at cost comprises:

	2024 £	2023 £
Freehold	3,434,021	3,504,103

More information on the impairment arising in the year is given in note 16.

18 Investment property

	2024 £
Fair value	
At 1 April 2023	4,440,200
Net gains or losses through fair value adjustments	2,244,000
At 31 March 2024	6,684,200

The Meadow Industrial Estate, 61/63 Shaw Heath and the Hollands Mill, Stockport properties were externally valued on 5th July 2023 by Behr & Co, Chartered Surveyors on an open market basis. The 18 Queens Road, was valued on 5th July 2023 by Curchod & Co, Chartered Surveyors, on an open market basis.

On historical cost basis, the properties would have been valued at £1,438,564.

HEWER-WHITE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

18 Investment property (Continued)

	2024 £	2023 £
Freehold	6,684,200	4,440,200

19 Debtors

	2024 £	2023 £
Amounts falling due within one year:		
Trade debtors	9,102	31,842
Other debtors	40,000	8,678
Prepayments and accrued income	-	10,654
	49,102	51,174

	2024 £	2023 £
Amounts falling due after more than one year:		
Other debtors	200,000	200,000
Total debtors	249,102	251,174

A loan of £200,000 has been made to Cedars Castle Hill a registered charity and is secured by way of a charge over the charities property. The loan is due to be repaid in more than five years on the sale of the property.

20 Financial instruments (Current asset investments)

	2024 £	2023 £
Carrying amount of financial assets (Unlisted investments)		
Instruments measured at fair value through profit or loss	3,199,205	3,032,060

21 Creditors: amounts falling due within one year

	2024 £	2023 £
Trade creditors	35,667	44,527
Other creditors	2,533	1,929
Accruals and deferred income	-	(1,562)
	38,200	44,894

HEWER-WHITE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

22 Endowment funds

Endowment funds represent assets which must be held permanently by the trust. Income arising on the endowment funds can be used in accordance with the objects of the trust and is included as unrestricted income. Any capital gains or losses arising on the assets form part of the fund.

	At 1 April 2023 £	At 31 March 2024 £
Permanent endowments	104,089	104,089
Previous period:	At 1 April 2022 £	At 31 March 2023 £
Permanent endowments	104,089	104,089

23 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	At 1 April 2023 £	Incoming resources £	Resources expended £	Gains and losses £	At 31 March 2024 £
Restricted general funds	2,284,013	16,908	(50,065)	31,421	2,282,277
Previous period:	At 1 April 2022 £	Incoming resources £	Resources expended £	Gains and losses £	At 31 March 2023 £
Restricted general funds	2,770,966	26,320	(456,778)	(56,495)	2,284,013

24 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 April 2023 £	Incoming resources £	Resources expended £	Gains and losses £	At 31 March 2024 £
General funds	6,287,369	854,175	(696,955)	2,275,347	8,719,936
Revaluation reserve	3,062,160	-	-	1,510,783	4,572,943

HEWER-WHITE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

24 Unrestricted funds (Continued)

Previous period:	At 1 April 2022	Incoming resources	Resources expended	Gains and losses	At 31 March 2023
	£	£	£	£	£
General funds	6,099,894	962,775	(683,704)	(91,596)	6,287,369
Revaluation reserve	3,262,851	-	-	(200,691)	3,062,160

25 Analysis of net assets between funds

	Unrestricted funds 2024	Restricted funds 2024	Endowment funds 2024	Total 2024
	£	£	£	£
Fund balances at 31 March 2024 are represented by:				
Tangible assets	4,095,877	823,945	-	4,919,822
Investment properties	6,550,000	134,200	-	6,684,200
Current assets/(liabilities)	2,647,002	1,324,132	104,089	4,075,223
	<u>13,292,879</u>	<u>2,282,277</u>	<u>104,089</u>	<u>15,679,245</u>

	Unrestricted funds 2023	Restricted funds 2023	Endowment funds 2023	Total 2023
	£	£	£	£
Fund balances at 31 March 2023 are represented by:				
Tangible assets	2,746,960	851,010	-	3,597,970
Investment properties	4,306,000	134,200	-	4,440,200
Current assets/(liabilities)	2,296,569	1,298,803	104,089	3,699,461
	<u>9,349,529</u>	<u>2,284,013</u>	<u>104,089</u>	<u>11,737,631</u>

26 Events after the reporting date

In September 2024 a property was sold for proceeds of £156k

27 Related party transactions

HEWER-WHITE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

27 Related party transactions

(Continued)

R. Phillips, who resigned as a Trustee on 24 February 2022, is a member and Trustee of Greendown Trust Limited, a registered charity, limited by guarantee, having similar objectives to this Trust.

During the prior year, the Trust made payments of £16,355 to Greendown Trust Limited to subsidise care for 1 resident.

There was an outstanding balance of £nil at the balance sheet date. (2023: £1,733)

G. Papp is the partner of the director of Brooktech Maintenance Services Limited, a limited company which provides maintenance to several properties owned by the Trust.

During the year, the Trust made payments of £7,692 (2023: £7,521) to Brooktech Maintenance Limited for property maintenance services.

There was an outstanding balance of £nil at the balance sheet date. (2023: £2,528)

Kevin Bezant (Trustee) provided architectural services in the prior financial year for works to Moor Park, for which the trust paid £277. No such services took place in the current financial year.

There was an outstanding balance of £Nil at the balance sheet date. (2023: £Nil)

In total, £1,517 was reimbursed to 3 trustees in respect of travelling expenses during the period. (2023: £1,821)

The key management personnel of the Trust comprise the Executive Officer and Estates Manager. The total remuneration and employee benefits of the key management personnel of the Trust are £149,746 (2023: £178,846)

28 Grants and assistance

Grants totalling £41,241 were paid to or on behalf of 7 individuals during the year (2023 : 5 individuals £19,196). The grants were aimed at providing financial support to individuals requiring assistance in line with the charity's objectives.

29 Prior period adjustment

During the prior year an exercise regarding Social Investments included within Freehold Property was carried out which resulted in those assets being revalued to cost. A prior year adjustment of £146,727 has arisen as some of these properties were not adjusted.

Additionally, there has been a prior year adjustment of £1,584,489 in relation to investments in CCLA that was originally recognised in bank and has been reclassified to investments.

These adjustments have had the following effects in the prior year:

Fixed asset decrease £146,727

Other recognised losses increase £146,727

Investments increase £1,584,489

Bank decrease £1,584,489

HEWER-WHITE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

30	Cash generated from operations	2024 £	2023 £
	Surplus/(deficit) for the year	2,430,831	(299,478)
	Adjustments for:		
	Investment income recognised in statement of financial activities	(706,643)	(762,342)
	Loss/(gain) on disposal of tangible fixed assets	8,665	(5,934)
	(Gain)/loss on disposal of investments	(62,768)	30,335
	Fair value gains and losses on investment properties	(2,244,000)	-
	Fair value gains and losses on investments	-	117,756
	Depreciation and impairment of tangible fixed assets	126,009	515,583
	Movements in working capital:		
	Decrease/(increase) in debtors	2,072	(26,852)
	(Decrease) in creditors	(6,694)	(46,105)
	(Decrease) in deferred income	-	(5,991)
	Cash absorbed by operations	<u>(452,528)</u>	<u>(483,028)</u>